

CHAPTER 303

SUBSIDIARIES OF LIFE INSURANCE COMPANIES

H. F. 21

AN ACT relating to subsidiary companies of life insurance companies.

Be It Enacted by the General Assembly of the State of Iowa:

1 Chapter five hundred eight (508), Code 1962, is hereby amended by
2 adding thereto the following new sections:

1 SECTION 1. Any life insurance company incorporated in this state
2 may organize, or acquire by purchase, in whole or in part subsidiary
3 insurance and investment companies in which it owns not less than
4 fifty-one percent (51%) of the common stock, and notwithstanding
5 any other provisions of this chapter inconsistent herewith may (1)
6 invest funds from surplus for such purpose, (2) make loans to such
7 subsidiaries, and (3) permit all or part of its officers and directors to
8 serve as officers or directors of such subsidiary companies.

1 SEC. 2. Any subsidiary company shall be a separate and distinct
2 company, with neither the organizing or acquiring life company or
3 such subsidiary having any liability to the creditors, policyholders or
4 stockholders, if any, of the other. The organizing or acquiring com-
5 pany may be either a mutual or stock company.

1 SEC. 3. Any such subsidiary company organized by any such life
2 insurance company shall comply with all the laws of the state of its
3 incorporation pertaining to the organization and qualification to do
4 business of its class or kind, and if incorporated outside of the State
5 of Iowa shall be admitted to do business in this state only upon quali-
6 fication under the laws of the State of Iowa relating to such foreign
7 corporations.

Approved February 27, 1963.

CHAPTER 304

NONFORFEITURE BENEFITS OF LIFE INSURANCE

S. F. 393

AN ACT relating to valuation and nonforfeiture benefits of life insurance policies.

Be It Enacted by the General Assembly of the State of Iowa:

1 Chapter five hundred eight (508), Code 1962, is hereby amended
2 by adding thereto the following two sections:

1 SECTION 1. This section shall be known as the Standard Valua-
2 tion Law.

3 1. The commissioner shall annually value, or cause to be valued,
4 the reserve liabilities (hereinafter called reserves) for all outstand-